

RESOLUTION NO. 74261

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE APPROVING AN INCREASE FROM 50% TO 100% OF LAND PRICE THAT CAN BE FUNDED UNDER THE CITY'S PROPERTY ACQUISITION LOAN PROGRAM FOR AFFORDABLE HOUSING PROJECTS THAT RECEIVE A FUNDING COMMITMENT FROM THE CITY COUNCIL.

WHEREAS, the Redevelopment Agency of the City of San Jose (the "Agency") has the obligation of providing assistance for low and moderate income housing (20% Housing Funds) using funds allocated under California Health and Safety Code Sections 33334.2 and 33487; and

WHEREAS, the Agency and the City entered into that certain Agreement dated September 28, 1990 in which the Agency delegated to the City authority to administer the 20% Housing Funds including the authority to make findings that use 20% Housing Funds in connection with certain housing projects outside a redevelopment area are of benefit to the Agency's project areas; and

WHEREAS, the City, on behalf of the Agency, has a program to administer and distribute 20% Housing Funds; and

WHEREAS, in order to attract capital investment, eliminate blight and achieve other redevelopment objectives there is a need to encourage and assist housing of all income levels throughout the City; and

WHEREAS, the provision of affordable housing throughout the City near jobs will serve to facilitate employment opportunities for all citizens of the City, revitalize neighborhoods that are near or adjacent to redevelopment areas and generally assist efforts in redevelopment areas; and

WHEREAS, on December 12, 2006, the City Council approved a new property acquisition loan program of 50% of the acquisition price for affordable rental housing projects that receive a funding commitment from the City Council; and

WHEREAS, numerous factors have lead staff to believe that loaning up to 100% of the acquisition price should be recommended, as more specifically set forth in the Director of Housing Report dated February 11, 2008.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAN JOSE THAT:

An increase from 50% to 100% of land price that can be funded under the City's property acquisition loan program for affordable housing projects that receive a

funding commitment from the City Council, as more specifically set forth in Director of Housing Report dated February 11 , 2008, is approved.

ADOPTED this 4th day of March, 2008, by the following vote:

AYES:	CAMPOS, CHIRCO, CHU, CONSTANT, CORTESE, LICCARDO, NGUYEN, OLIVERIO, PYLE, WILLIAMS, REED
NOES:	NONE

ABSENT:	NONE
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DISQUALIFIED:	NONE
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CHUCK REED
Mayor

ATTEST:

LEE PRICE, MMC
City Clerk